GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA

UNSTARRED QUESTION NO:651
ANSWERED ON:03.03.2005
DEVELOPMENT OF AIRPORTS BY PRIVATE SECTOR
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Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether Foreign and Indian Joint Venture Corporates are being entrusted the development of six Metro and upgradation of 25 major airports in India;

(b) if so, the details thereof; and

(c) the cost involved in each project, target date of completion and the composition of JV?

Answer

MINISTER OF STATE(INDEPENDENT CHARGE) OF THE MINISTRY OF CIVIL AVIATION (SHRI PRAFUL PATEL)

(a),(b)&(c):The metro airports of Delhi and Mumbai are being modernised and restructured through Joint Venture route with Airports Authority of India (AAI) holding 26% share and the balance 74% share held by Joint Venture Company(JVC). In the JVC, Foreign Direct Investment (FDI)is capped at 49%. It is estimated on preliminary basis that the cost of modernisation of these two airports will be Rs.8720 crores and Rs.6400 crores respectively.

Greenfield airports at Bangalore and Hyderabad are being constructed by Joint Venture Companies (JVC), wherein 13% share each is held by AAI and concerned State Governments and balance 74% participation by the selected JVC. Estimated cost of each project is Rs.1400 crores approximately. AAI has decided to modernize 25 tentatively selected non-metro airports to world class standards in phases with focus on airside and city side development and enhancement of non-aeronautical revenue. Indian Financial Consultant (IFC) and Global Technical Advisor (GTA)have been appointed to conduct techno-economic feasibility study of 10 identified airports to evolve an appropriate model based on viability of the project.